

**LEGISLATIVE SERVICES AGENCY**  
**OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 8146**  
**BILL NUMBER: HB 1001**

**DATE PREPARED:** Feb 4, 1999  
**BILL AMENDED:**

**SUBJECT:** State Budget.

**FISCAL ANALYST:** Alan Gossard, Jim Sperlik  
**PHONE NUMBER:** 233-3546, 232-9866

**FUNDS AFFECTED:** ☒ **GENERAL**  
☒ **DEDICATED**  
☒ **FEDERAL**

**IMPACT:** State & Local

**Summary of Legislation:** This bill appropriates state money for the biennium beginning July 1, 1999, and ending June 30, 2001. The bill authorizes certain capital projects. It also broadens the term "authority" under the law governing swap agreements. The bill allows payments under swap agreements to be made from any lawful source. It also provides that with respect to all leases and contracts entered into by the authority with the Department of Administration, a fund or program established under the Wastewater Revolving Loan Program or the Drinking Water Revolving Loan Program, the lease or contract may provide that payments under a swap agreement are treated as a debt service on the obligations or as additional rental or other payment due under the lease or contract as the authority may determine. The bill also expands the Supplemental Wastewater Program and Fund to include drinking water.

**Effective Date:** July 1, 1998; Upon Passage; July 1, 1999.

**Explanation of State Expenditures:** (Revised) This bill appropriates funds for the FY2000 and FY2001 biennium. These appropriations are summarized in the following tables.

Total Appropriations (Operating and Capital): FY2000-FY2001.					
Fund Type	FY 2000	FY 2001	Biennial Appropriations		Total Appropriations
General Fund	6,475,994,764	6,714,712,702	654,652,343		13,845,359,809
Dedicated Funds	3,380,203,228	3,485,302,960	205,845,850		7,071,352,038
Federal Funds	604,275,523	624,904,943	1,467,100		1,230,647,566
Total	10,460,473,515	10,824,920,605	861,965,293		22,147,359,413
Note: These totals are subject to verification with the State Budget Agency.					

<b>Operating Appropriations: FY2000-FY2001.</b>				
<b>Fund Type</b>	<b>FY 2000</b>	<b>FY 2001</b>	<b>Biennial Appropriations</b>	<b>Total Appropriations</b>
<b>General Government</b>				
General Fund	252,082,032	255,608,264	99,585,818	607,276,114
Dedicated Funds	31,842,417	30,302,417	1,607,875	63,752,709
<u>Federal Funds</u>	0	0	1,467,100	1,467,100
Total	283,924,449	285,910,681	102,660,793	672,495,923
<b>Public Safety</b>				
General Fund	602,457,156	616,881,657	34,569,730	1,253,908,543
Dedicated Funds	184,528,499	181,408,375	1,472,500	367,409,374
<u>Federal Funds</u>	0	0	0	0
Total	786,985,655	798,290,032	36,042,230	1,621,317,917
<b>Conservation and Environment</b>				
General Fund	80,157,201	80,860,765	40,232	161,058,198
Dedicated Funds	116,337,299	116,356,695	1,236,484	233,930,478
<u>Federal Funds</u>	0	0	0	0
Total	196,494,500	197,217,460	1,276,716	394,988,676
<b>Economic Development</b>				
General Fund	40,668,283	41,021,685	53,350,000	135,039,968
Dedicated Funds	1,283,788	1,283,788	0	2,567,576
<u>Federal Funds</u>	0	0	0	0
Total	41,952,071	42,305,473	53,350,000	137,607,544
<b>Transportation</b>				
General Fund	894,948	912,680	0	1,807,628
Dedicated Funds	576,056,015	585,718,108	22,223,569	1,183,997,692
<u>Federal Funds</u>	578,092,927	598,722,347	0	1,176,815,274
Total	1,155,043,890	1,185,353,135	22,223,569	2,362,620,594
<b>Health and Human Services</b>				
General Fund	1,769,290,099	1,857,301,220	13,520,000	3,640,111,319
Dedicated Funds	175,388,439	178,785,306	0	354,173,745
<u>Federal Funds</u>	0	0	0	0
Total	1,944,678,538	2,036,086,526	13,520,000	3,994,285,064
<b>Education</b>				
General Fund	3,730,445,045	3,862,126,431	4,025,000	7,596,596,476
Dedicated Funds	1,278,836,771	1,321,843,271	0	2,600,680,042
<u>Federal Funds</u>	26,182,596	26,182,596	0	52,365,192
Total	5,035,464,412	5,210,152,298	4,025,000	10,249,641,710
<b>Property Tax Replacement Fund</b>	<b>1,015,930,000</b>	<b>1,069,605,000</b>	<b>0</b>	<b>2,085,535,000</b>
<b>Total Operating Appropriations</b>				
General Fund	6,475,994,764	6,714,712,702	205,090,780	13,395,798,246
Dedicated Funds	3,380,203,228	3,485,302,960	26,540,428	6,892,046,616
<u>Federal Funds</u>	604,275,523	624,904,943	1,467,100	1,230,647,566
Total	10,460,473,515	10,824,920,605	233,098,308	21,518,492,428
Note: These totals are subject to verification with the State Budget Agency.				

<b>Capital Appropriations: FY2000-FY2001.</b>				
<b>Fund Type</b>	<b>FY 2000</b>	<b>FY 2001</b>	<b>Biennial Appropriations</b>	<b>Total Appropriations</b>
<b>Build Indiana</b>				
<b>Dedicated Funds</b>			<b>136,799,951</b>	<b>136,799,951</b>
<b>Construction</b>				
<b>General Fund</b>			<b>449,561,563</b>	<b>449,561,563</b>
<b>Dedicated Funds</b>			<b>42,505,471</b>	<b>42,505,471</b>
<b>Total</b>			<b>492,067,034</b>	<b>492,067,034</b>
<b>Total Capital Appropriations</b>				
<b>General Fund</b>			<b>449,561,563</b>	<b>449,561,563</b>
<b>Dedicated Funds</b>			<b>179,305,422</b>	<b>179,305,422</b>
<b>Total</b>			<b>628,866,985</b>	<b>628,866,985</b>
Note: These totals are subject to verification with the State Budget Agency.				

*Federal Funds:* Federal funds that are allocated in this bill appear in the summary tables. However, the bill does not include all federal fund allocations which may be appropriated in statute.

*Bonding Authority:* Bonding authority of \$169,793,000 for state universities is also provided in the bill. However, these amounts are not included in the tables, above.

*Swap Agreements:* This bill would also give the State Office Building Commission and the State Budget Agency access to the same financing options that are currently available to the Indiana Transportation Finance Authority. Access to these financing options may provide the State Office Building Commission and the State Budget Agency the opportunity to decrease borrowing costs. Lower borrowing costs would decrease lease or contract costs paid by the state.

*Supplemental Wastewater and Drinking Water Assistance Funds:* The bill would also allow the State Budget Agency to operate the Supplemental Wastewater Assistance Fund and the Supplemental Drinking Water Assistance Fund as one fund. This would simplify administration of the funds, but would not impact the amount of money appropriated to or the amount of money paid from the supplemental funds. The supplemental funds are funded through state appropriations.

### **Explanation of State Revenues:**

### **Explanation of Local Expenditures:**

**Explanation of Local Revenues:** This bill makes appropriations for tuition support, property tax replacement credits and homestead credits.

**State Agencies Affected:** All

**Local Agencies Affected:** All

**Information Sources:** State Budget Agency